

Kalmbach to Tell Court How the \$220,000 Went

WASHINGTON — (AP) — The Watergate coverup trial today was scheduled to focus on the payment of hundreds of thousands of dollars in alleged hush money to the original seven Watergate defendants.

Herbert W. Kalmbach, once former President Richard M. Nixon's personal lawyer, was summoned to testify how he paid out \$220,000 in the three months following the original break-in.

The jury also was scheduled to hear Anthony Ulasewicz, a retired New York City policeman who delivered cash to the defendants or their lawyers.

On Monday, Watergate prosecutors interlaced taped segments of three June 23, 1972 White House conversations with the testimony of then top CIA and FBI officials. The prosecution was attempting to show a complex scheme to use one agency to short circuit the Watergate investigation of the other.

Deputy CIA Director Vernon A. Walters said he was summoned to the White House on June 23, six days after the original break-in at Democratic National Committee headquarters.

Walters said he was directed by defendant H. R. Haldeman to call then Acting FBI Director L. Patrick Gray III and advise him that CIA resources in Mexico would be jeopardized if the FBI continued its probe into the financing of the break-in.

Walters, then on the job for only a month, said he carried out this assignment almost immediately, although at the time he could find no CIA connection to Watergate. He testi-

fied that he thought it was possible that Haldeman knew of some CIA operation of which he was unaware.

The jury then heard the first of the three tape segments on which Nixon is heard giving his approval to use the CIA to persuade Gray that the FBI was about to expose sensitive CIA operations.

A second tape of another Haldeman-Nixon meeting revealed that the former presi-

dent was assessing the political impact of his actions when he agreed to have Haldeman and defendant John D. Ehrlichman meet with Walters and former CIA Director Richard Helms just a few minutes later.

During the third tape segment, Haldeman reports back to Nixon after meeting with the CIA officials. "Well, it's not a problem," says the former chief of staff.